

A regular meeting of the Michigan Public School Employees Retirement System Board was held at the General Office Building, 7150 Harris Drive, Conference Room A, Dimondale, Michigan, on Thursday, October 28, 2010. The following members, staff and observers participated:

Members Present: Jonathon Fielbrandt, Active Classroom Teacher Member  
 Steven Jagusch, General Public Member, Investment Experience  
 Paul Lerg, Retired Finance/Operations Member and as a representative of the largest retiree organization  
 Edwin Martinson, Reporting Unit Board of Control Member  
 Susan Meston, Active Superintendent Member  
 John Olekszyk, Retiree Member  
 Diana Osborn, Non-Certified Support Member  
 Timothy Raymer, Finance/Operations Member, Non-superintendent  
 Michael Ringuette, General Public Member, Actuarial Experience

Staff Present: Phil Stoddard, Executive Secretary  
 Terry Rideout, Recording Secretary

Others Present: Bonnie Carpenter, Marie Wilkerson, Les Nixon, Bob Wiles, Iris Arthur, Robert Arthur, and Joe Curtin of the Michigan Association of Retired School Personnel; Charles Agerstrand and Earl Hagstrom, Dan Rudd and Richard Hosking of MEA-Retired; Richard Schaper of Western Michigan University; Mary Ellen Caldwell of Central Michigan University; Rob Spagnuolo of Waverly Community Schools; Todd Tennis of the Coalition for Secure Retirement; Branco Bojicic, Regina Jamerson, and Patricia Soyemi of Blue Cross Blue Shield of Michigan; Carol Nolan of EyeMed; Lisa Eggert of Delta Dental; Michelle Ryba of CatalystRx; Richard Williams, Mark Williamson, and Krista Davis of Williams & Co.; Brian Morris, Ben Louagie and Virginia Gibson of Gabriel, Roeder, Smith and Co.; Thomas Schimpf of the Office of Attorney General; and Laurie Hill of the Office of Retirement Services.

## Call to Order

Chair Diana Osborn called the meeting to order at 10:35 a.m.

## Excusing of Absent Members

Edwin Martinson moved, Paul Lerg supported, to excuse the absence of Ivy Bailey, Lenore Croudy, and Michael Flanagan. The motion carried unanimously.

## Approval of Agenda

John Olekszyk moved, Timothy Raymer supported, to approve the agenda as presented. The motion carried unanimously.

## Approval of Minutes

Paul Lerg moved, John Olekszyk supported, to approve the minutes of the September 16, 2010, meeting as presented. The motion carried unanimously.

## Administrative Hearings

### Proposal for Decision – Docket 2010-14688 PSRS

The Board considered the case materials. John Olekszyk moved, Susan Meston supported that the Board adopt as its own the recommendations of the Presiding Officer in the July 23, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement benefits. The motion carried unanimously.

### Proposal for Decision – Docket 2010-16547 PSRS

The Board considered the case materials. Edwin Martinson moved, John Olekszyk supported, that the Board adopt as its own the recommendations of the Presiding Officer in the July 1, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement benefits. The motion carried unanimously.

### Proposal for Decision – Docket 2010-29524 PSRS

The Board considered the case materials. John Olekszyk moved, Steven Jagusch supported, that the Board adopt as its own the recommendations of the Presiding Officer in the August 24, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement benefits. The motion carried unanimously.

## New Business

### Waiver of Spousal Signature

The Board considered the issue. John Olekszyk moved, Steven Jagusch supported that the Board waive the applicant's spousal signature requirement of MCL 38.1385(3) "for extenuating circumstances." The motion carried unanimously.

### Resolution for Tom Schimpf

Edwin Martinson moved, Susan Meston supported that the Board adopt the resolution as presented. The motion carried unanimously.

## **Standing Reports**

### Health Insurance Committee Report

Ben Louagie from Gabriel Roeder Smith and Company, on behalf of the Committee provided an update to the full Board, summarized public feedback, answered Board member's questions and presented the Committee's final recommendation for full Board consideration. Mr. Louagie noted that Health Initiative Review Committee (HIRC) meetings were held on October 11, 2010 and October 15, 2010 to allow public comment on the proposed initiatives.

Chair Diana Osborn asked for any additional public comment. None was received.

Edwin Martinson moved, Susan Meston supported that the Board accept the recommendation of the Health Insurance Committee in its entirety and update the plan in accordance with today's presentation, by:

- Taking advantage of the federal funds offered through the Early Retiree Reinsurance program
- Implementing the doubling of the prescription drug co-insurance and minimum/maximum for Medicare retirees while in the donut hole as soon as administratively possible.

A roll call vote was taken and the motion passed unanimously.

Jonathon Fielbrandt	Yes	John Olekszyk	Yes
Steven Jagusch	Yes	Timothy Raymer	Yes
Paul Lerg	Yes	Diana Osborn	Yes
Edwin Martinson	Yes	Michael Ringuette	Yes
Susan Meston	Yes		

## **Executive Secretary Comments**

Phil Stoddard thanked Tom Schimpf for his expert counsel to the Board and his work with the retirement systems – he will be missed.

Phil Stoddard thanked the health care staff for all of their work on the health care initiatives and the retiree groups for their ongoing efforts in educating their members on any resulting changes.

Phil mentioned that with the retirement incentive there would be changes in staffing at ORS.

### Board Comments

Comments were received from Diana Osborn and Paul Lerg.


### Public Comments


Comments were received from Earl Hagstrom, Marie Wilkerson, and Terry Longines (sp.).

### Adjournment

Steven Jagusch moved, Paul Lerg supported, to adjourn the meeting at 11:45 a.m. The motion carried unanimously.

### OFFICIAL MINUTES

  
Chair

  
Executive Secretary